

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6445

BILL NUMBER: HB 1099

DATE PREPARED: Nov 20, 1998

BILL AMENDED:

SUBJECT: Alcohol sales on Christmas and election day.

FISCAL ANALYST: Kristin Breen

PHONE NUMBER: 232-9567

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill removes the prohibition against the sale of alcoholic beverages on election days and Christmas Day. It provides that Christmas Day sales must be for on premises consumption.

Effective Date: July 1, 1999.

Explanation of State Expenditures:

Explanation of State Revenues: This bill removes the prohibition against the sale of alcoholic beverages on primary, general, and special election days. It also removes the prohibition against the sale of alcoholic beverages for on-premises consumption on Christmas Day. This may increase the sale of alcoholic beverages, which would increase alcoholic beverage excise tax, sales tax, and income tax collections by a minimal amount. In FY 98, approximately \$33.1 in excise tax revenue was collected.

Excise tax revenue is deposited in the state General Fund, the Alcoholic Beverage Commission's Enforcement and Administration Fund, the Pension Relief Fund, the Addiction Services Fund, the Wine Grape Market Development Fund, and the Post War Construction Fund. Sales tax revenue is deposited in the state General Fund, the Property Tax Replacement Fund, and two dedicated funds. Revenue from the corporate gross income tax, the adjusted gross income tax, and the supplemental net income tax is deposited in the state General Fund and the Property Tax Replacement Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues: An increase in the sale of alcoholic beverages for on-premises consumption may increase local food and beverage tax collections by a minimal amount. Six counties and five towns have adopted the 1% food and beverage tax. Revenue may be used for various purposes in each county or town.

State Agencies Affected: Department of Revenue; Alcoholic Beverage Commission.

Local Agencies Affected: Counties of Allen, Delaware, Henry, Madison, Marion, Vanderburgh; Towns of Brownsburg, Mooresville, Nashville, Plainfield, Shipshewana.

Information Sources: